

FISCAL NOTE

SB 1907 - HB 2219

March 1, 2005

SUMMARY OF BILL: Prohibits any state department, agency, or program from awarding a grant without obtaining in advance a written letter of support and approval from the state senator and representative of the district within which the grant is awarded.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures – Exceeds \$325,000

Assumptions:

- Enactment of this bill would have a significant impact on all state departments and agencies with grant programs.
- 10,000 individual grants issued per year in the state.
- Each grant creates one additional man-hour of work.
- Enactment of this bill would require a minimum of 10,000 additional man-hours.
- Approximately 2,080 man-hours per staff member per year (approximately 260 work days per year X 8.0 hour-day = 2,080 total hours).
- Minimum of five new positions (*Grants Analyst 2*) would be required in the Department of Finance and Administration (F&A) to carry out requirements of this bill.
- Average salary with benefits per new position is \$60,000.
- Enactment of this bill would increase administrative costs in F&A for implementing new grant contract approval procedures, staff addressing grantee and grantor questions, and changing the award notification process.
- Increased state expenditures for new staff positions and additional administrative costs are estimated to exceed \$325,000.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

SB 1907 - HB 2219